

FISCAL NOTE

SB 416

February 15, 1997

SUMMARY OF BILL: Requires that agreements, covering terms and conditions of professional service, entered into by the Board of Education and professional employee's organizations must include procedures for final and binding arbitration over disputes arising out of the interpretation, application or violation of such agreements.

ESTIMATED FISCAL IMPACT:

Increase Local Govt. Expenditures* - Exceeds \$100,000

The number of outside arbitrators that would be requested and used to settle disputes arising out of the interpretation, application or violation of agreements entered into by the Board of Education and professional employee's organizations cannot be determined but it is assumed that each time an impasse is reached in the negotiations, an outside arbitrator will be used to settle the dispute. Since this bill encompasses many areas where disputes could arise and arbitrators could be used, local government expenditures are estimated to increase over \$100,000.

*Article II, Section 24 of the Tennessee Constitution provides that: *no law of general application shall impose increased expenditure requirements on cities or counties unless the General Assembly shall provide that the state share in the cost.*

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James A. Davenport, Executive Director